Message Text

LIMITED OFFICIAL USE

PAGE 01 PORT A 03743 090222Z ACTION OPIC-06

INFO OCT-01 ARA-11 ISO-00 EB-08 AGRE-00 COME-00 /026 W

-----047180 100620Z /13

R 081646Z SEP 78

FM AMEMBASSY PORT AU PRINCE

TO SECSTATE WASHDC 9539

LIMITED OFFICIAL USE PORT AU PRINCE 3743

E.O. 11652: N/A TAGS: EFIN, HA

SUBJ: PROPOSED HAITIAN SUGAR PROJECT

REF: STATE 200521

1. THERE APPEARS TO BE LITTLE HAITIAN KNOWLEDGE OF OR SUPPORT FOR THE SUGAR PROJECT PROPOSED ROR THE REMOTE ST. MICHEL DE L'ATALYE REGION. A WELL FINANCED CAREFULLY MANAGED PROJECT IN THE AREA MIGHT SUCCESS AS THE SOIL IS REPORTED TO BE GOOD AND IRRIGATION FROM WELLS MAY BE AVAILABLE. HOWEVER, THE AREA LACKS BASIC INFRASTRUCTURE SUCH AS POWER, ROADS, SCHOOLS, ETC., AND IT WOULD NOT BE PRUDENT MANAGEMENT TO POSTULATE MUCH IN TERMS OF GOH SUPPORT. IN ADDITION, FOREIGN OWNERSHIP OR CONTROL OF LAND IS RESENTED BY HAITIANS GENERALLY AND IS STRICTLY LIMITED BY THE LAND LAW OF 1975. MICHEL PEREZ OF THE FIRST NATIONAL BANK OF CHICAGO SAID THAT HE KNOWS LITTLE ABOUT THE PROJECT AND HAS MADE NO COMMITMENT TO SUPPORT IT.

2. THE GOH IS INTERESTED IN ALMOST ANY NEW PROJECT PROPOSAL WHICH MIGHT INCREASE PRODUCTION AND PROVIDE EMPLOYMENT FOR HAITI'S RURAL POOR BUT RARELY MAKES COMMITMENTS UNTIL IT HAS HAD TIME TO CAREFULLY EXAMINE A COMPLETE PROPOSAL AND THE PROMOTERS HAVE ESTABLISHED THEIR FINANCIAL BONA FIDES. IT PROBABLY WILL BE ESPECIALLY SLOW TO SUPPORT A SUGAR LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 PORT A 03743 090222Z

PROJECT AS IT WAS EMBARRASSED BY THE FAILURE IN 1976 OF A HIGHLY TOUTED SUGAR SCHEME ORGANIZED IN THE PLAINE DU NORD BY CANADIAN PROMOTERS. IN THESE CIRCUMSTANCES CLAINS THAT THE GOH, QUOTE, SUPPORTS, UNQUOTE, THE PROJECT SHOULD BE VIEWED SKEPTICALLY.

3. A SUGAR EXPORTER UNTIL ABOUT 1975, HAITI IS NOW A NET

IMPORTER, ABOUT 210,000 ACRES ARE PLANTED WITH SUGAR CANE OF WHICH ONLY ABOUT 50,000 ACRES PROVIDE CANE FOR THE THREE CENTRIFUGAL MILLS. THE REST OF THE CANE IS CRUSHED AT ARTISAN MILLS IN THE COUNTRYSIDE. DOMESTIC CONSUMPTION IS INCREASING FASTER THAN THE RATE OF POPULATION GROWTH AND PROBABLY AMOUNTS TO ABOUT 70,000 TONS. APPROXIMATELY 27,000 TONS WERE IMPORTSA IN 1977, MOSTLY FROM BRAZIL AND GUATEMALA. GOOD RAINS IN THE SECOND HALF OF 1977 AND 1978 WILL INCREASE PRODUCTION IN 1978 AND 1979, IMPORTS WILL DECREASE.

4. UNTIL MORE INFORMATION IS AVAILABLE ABOUT THE PROPOSED PROJECT, THE EMBASSY WOULD HESITATE TOSPECULATE ABOUT ITS COMMERCIAL VIABILITY OR A POSSIBLE RESUMPTION OF EXPORTS TO THE UNITED STATES.

JONES

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: SUGAR, DEVELOPMENT PROGRAMS

Control Number: n/a Copy: SINGLE Draft Date: 08 sep 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 20 Mar 2014 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978PORTA03743
Document Source: ID: 00

Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A

Errors: N/A **Expiration:** Film Number: D780368-1046

Format: TEL From: PORT AU PRINCE Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1978/newtext/t19780988/aaaacuvw.tel

Line Count: 77 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: b1381054-c288-dd11-92da-001cc4696bcc

Office: ACTION OPIC

Original Classification: LIMITED OFFICIAL USE Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a

Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a Reference: 78 STATE 200521

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 05 may 2005 Review Event:

Review Exemptions: n/a **Review Media Identifier:** Review Release Date: N/A Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 1503359 Secure: OPEN Status: NATIVE

Subject: PROPOSED HAITIAN SUGAR PROJECT

TAGS: EFIN, EINV, EPAP, HA

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/b1381054-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014